



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF STATE LANDS AND FORESTRY

S/O 49/003

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July 11, 1994

CERTIFIED MAIL NO. P 051 448 293

Jerry North
Interstate Brick Company
9780 South 5200 West
West Jordan, UT 84088

RE: MLs 7280, 17215, 17637, 17992, and 18038 Clay
S/013/001 Duchesne County
S/O 49/003 Utah

Dear Mr. North:

On May 27, 1994, the trust lands administration requested that within 30 days the Lessee furnish additional surety bonding in the amount of \$16,189 to comply with administration rules for proposed or actual mining operations under state mineral leases ML's 7280, 17215, 17637, 17992 and 18038. Lessee has failed to comply with the administration's request and is in breach of lease Article XII or other Articles and rules pertaining to bonding requirements.

Lessee is hereby notified that the above numbered leases will terminate of their own terms and conditions in 30 days from date of this letter. All rental payments shall be forfeited to the state.

The trust lands administration requires that upon the termination of the leases the Lessee will 1) immediately cease all mining of the leased lands, 2) reclaim all surface disturbances to the satisfaction of the administration; and, 3) submit all remaining royalty payment for leased substances which have been removed from the property.

Lessee may remedy the above cited violations of the lease agreements and prevent the termination of these leases by furnishing the requested bond prior to 30 days from the date of this letter.

Please contact me if you have any questions in this matter.

Sincerely,

JOHN T. BLAKE
MINERAL RESOURCES SPECIALIST

JTB/tdw

cc: Kevin Carter
Wayne Hedberg

